

MEMORANDUM FOR: The Comptroller

SUBJECT : Status of Fiscal Year 1952 Funds Obligated
Against Procurement Contracts in Custody of
the Finance Division

REFERENCE : Memorandum from the Comptroller to Deputy
Director (Administration), dtd 27 May 1954,
Subject: Same as above

1. Reference memorandum and related attachments pertain to analyses of and recommendations for handling 1952 contracts which may not be fully liquidated prior to June 1954 - date Fiscal Year 1952 appropriation will lapse.

2. I am in substantial agreement with your recommendation (paragraph 3 of reference) that subsequent to 30 June 1954 we should forward all 1952 vouchered funds contract settlements to the GAO for payment and settle unvouchered contracts from current available CIA appropriations, pursuant to CFR 12.6. This handling of unvouchered contracts is predicated on the principle that their security classification and sensitivity are such as to preclude the processing by another Government agency in an overt manner. I do not feel that the mere fact that a contract was let on unvouchered funds in 1952 necessarily means that at this time the subject matter is so sensitive (or even classified) that it cannot go to the GAO.

3. Accordingly, each 1952 unvouchered contract should be reviewed in collaboration with the Logistics Office, to ascertain that its sensitivity and security implications are such as to warrant payment from current CIA appropriations. Each unvouchered contract not so determined should be referred to the GAO for settlement, as well as the vouchered contracts.

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L. K. WHITE
Deputy Director
(Administration)

Attachment:

Copy of reference memorandum

cc: Chief/LO

SA-DD/A:WEB:mrp (3 June 1954)

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